Message Text

CONFIDENTIAL

PAGE 01 BUDAPE 02484 031526Z

53

ACTION EUR-25

INFO OCT-01 ADP-00 SSC-01 EB-11 COME-00 PM-07 NSC-10 SS-15

RSC-01 H-02 CIAE-00 DODE-00 INR-10 NSAE-00 PA-03

USIA-12 PRS-01 SAJ-01 NIC-01 RSR-01 /102 W

----- 116931

R 030741Z JUL 73 ZFG

FM AMEMBASSY BUDAPEST

TO SECSTATE WASHDC 9794

INFO AMEMBASSY BELGRADE

AMEMBASSY BONN

AMEMBASSY BUCHAREST

AMEMBASSY MOSCOW

AMEMBASSY MUNICH

AMEMBASSY PRAGUE

AMEMBASSY SOFIA

AMEMBASSY WARSAW

USMISSION BERLIN

USMISSION NATO

CONFIDENTIAL BUDAPEST 2484

3.O. 11652: GDS

TAGS: ECON PINT PGOV HU

SUBJECT: KADAR REGIME SHUFFLES ECONOMIC SPECIALISTS

REF: BUDAPEST 2460 AND 2462

1. SUMMARY. HIGH-LEVEL CHANGES IN KADAR REGIME EXPECTED BY MANY OBSERVERS HERE IN WAKE LAST WEEK'S CC MEETING DID NOT TAKE PLACE. INSTEAD REGIME CARRIED OUT ELABORATE SHUFFLE OF ECONOMIC SPECIALISTS IN PARTY AND GOVERNMENT, APPARENTLY TO ACHIEVE MORE EFFECTIVE ECONOMIC GUIDANCE BY CENTRAL ORGANS. MOST IMPORTANT CHANGE SEES GYORGY LAZAR MOVING FROM LABOR MINISTRY TO HEAD PLANNING OFFICE AND PLANNING COMMITTEE AND ALSO BECOMING DEPUTY PREMIER. CHANGES ANNOUNED BUDAPEST PRESS JUNE 29. END SUMMARY.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 BUDAPE 02484 031526Z

2. EXPECTED TOP-LEVEL CHANGES IN HUNGARIAN PARTY AND GOVT

HAVE NOT TAKEN PLACE. INSTEAD, CONSIDERABLE REORGANIZATION AND RESHUFFLING OF PERSONNEL HAS MOVED A NUMBER OF ECONOMIC SPECIALISTS TO NEW POSITIONS IN PARTY OR GOVT. CHANGES ARE AS FOLLOWS:

3. GOVERNMENT--

DEPUTY PREMIER, HEAD OF NATIONAL PLANNING OFFICE, CHAIRMAN OF NATIONAL PLANNING COMMITTEE--GYORGY LAZAR (VICE IMRE PARDI)

DEPUTY CHIEF OF NATIONAL PLANNING OFFICE--ISTVAN HUSZAR MINISTER OF LABOR--LASZLO KARAKAS (VICE LAZAR)
CHIEF OF CENTRAL STATISTICAL OFFICE --JOZSEF BALINT (VICE HUSZAR)

MEMBERSHIP OF NEW NATIONAL PLANNING COMMITTEE-LAZAR, CHAIRMAN; MEMBERS: DEPUTY PREMIERS AJTAI, FEHER, TIMAR, AND VALYI; FINANCE MINISTER FALUVEGI, FOREIGN TRADE MINISTER BIRO, LABOR MINISTER KARAKAS, AND ISTVAN HUSZAR.

4. PARTY CENTRAL COMMITTEE--

REVAMPED LINEUP OF CC ECONOMIC POLICY COMMITTEE:
CHAIRMAN REZSO NYERS, AS BEFORE; MEMBERS: DEPUTY PREMIERS
FEHER, TIMAR, LAZAR, IMRE PARDI, PAL ROMANY, RICHARD NAGY,
TIVADAR NEMESLAKI. AJTAI, FEHER, NEMESLAKI, PARDI, AND
TIMAR ARE HOLDOVERS. JOZSEF BALINT, MAYOR OF BUDAPEST ZOLTAN
SZEPVOLGYI, AND DEPUTY PREMIER VALYI HAVE BEEN DROPPED.
RICHARD NAGY IS A SECRETARY AND ECONOMIC BOSS IN
BUDAPEST PARTY COMMITTEE. NEMESLAKI IS A SECRETARY
IN NATIONAL TRADE UNION COUNCIL.

CHIEF OF ECONOMIC POLICY SECTION IN CC APPARATUS--IMRE PARDI (VICE JOZSEF BALINT) CHIEF OF NEW LOCAL ECONOMIC DEVELOPMENT SECTION--PAL ROMANY.

5. PARTY REGIONAL--

FIRST SECRETARY OF BACS-KISKUN COUNTY PARTY COMMITTEE-ISTVAN HORVATH (VICE PAL ROMANY)
FIRST SECRETARY OF HAJDU-BIHAR COUNTY PARTY COMMITTEE-GYORGY SIKULA (VICE LASZLO KARAKAS).

CONFIDENTIAL

CONFIDENTIAL

PAGE 03 BUDAPE 02484 031526Z

- 6. NATIONAL YOUTH ORGANIZATION (KISZ)--FIRST SECRETARY OF KISZ CENTRAL COMMITTEE--LASZLO MAROTHY (VICE ISTVAN HORVATH).
- 7. COMMENT: FIRST CHANGES IN KADAR REGIME SINCE APRIL 1971, SUGGEST DESIRE TO BRING MORE ECONOMIC EXPERTISE TO BEAR ON PARTY WORK AND TO EXERT MORE CONTROL OVER PLANNING. HUNGARIANS INSIST OVERALL PURPOSE IS TO IMPROVE,

NOT WEAKEN ECONOMIC REFORM. WE PREFER TO RESERVE JUDGMENT ON THIS POINT UNTIL WE SEE HOW CHANGES WORK OUT IN PRACTICE AND ALSO WHAT CHANGES IN REFORM ANNOUNCED BY FALUVEGI IN PARLIAMENT WILL BE.

8. FROM PERSONAL STANDPOINT GAINERS TO BE LAZAR, ISTVAN HORVATH, AND MAROTHY WHO WAS SECRETARY OF SZENT-ENDRE CITY PARTY COMMITTEE. ONE LOSER SEEMS TO BE PARTY WHO RETURNS TO WHERE HAD WORKED BEFORE HE BECAME HEAD OF PLANNING OFFICE.
PUHAN

CONFIDENTIAL

NNNNMAFVVZCZ

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: n/a Control Number: n/a Copy: SINGLE Draft Date: 03 JUL 1973 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: garlanwa
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973BUDAPE02484

Document Number: 1973BUDAPE02484 Document Source: CORE Document Unique ID: 00

Drafter: n/a Enclosure: n/a

Executive Order: GS PUHAN

Errors: N/A Film Number: n/a From: BUDAPEST Handling Restrictions: n/a

Image Path:

Legacy Key: link1973/newtext/t19730757/aaaabpth.tel Line Count: 127 Locator: TEXT ON-LINE

Office: ACTION EUR

Original Classification: CONFIDENTIAL Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 3

Previous Channel Indicators:
Previous Classification: CONFIDENTIAL

Previous Handling Restrictions: n/a
Reference: 73 BUDAPEST 2460, 73 BUDAPEST 2462

Review Action: RELEASED, APPROVED
Review Authority: garlanwa

Review Comment: n/a Review Content Flags: Review Date: 17 AUG 2001

Review Event:

Review Exemptions: n/a
Review History: RELEASED <17-Aug-2001 by martinml>; APPROVED <23-Nov-2001 by garlanwa>

Review Markings:

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: KADAR REGIME SHUFFLES ECONOMIC SPECIALISTS

TAGS: ECON, PINT, PGOV, HU

To: STATE

Type: TE

Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005